

A Message from the California Public Utilities Commission

To Facilities Eligible to Receive a CA Industry Assistance Credit,

Electric utilities Pacific Gas and Electric, Southern California Edison, and San Diego Gas & Electric will distribute the first CA Industry Assistance Credits by October 2016. This first credit will cover 2013-2016, if you operated in an eligible industry in those years. Before distributing the credit, your utility will send you an additional communication to confirm delivery of your credit.

The CA Industry Assistance Credit is part of the State of California's Greenhouse Gas Cap-and-Trade Program. The Credit compensates eligible industrial facilities for a portion of the greenhouse gas emissions costs associated with the electricity they buy.

The Energy Division of the California Public Utilities Commission is currently working to calculate the CA Industry Assistance Credit for each eligible facility like yours. At this time, we have completed the majority of the data gathering and calculations necessary to calculate each facility's credit. We will complete calculations and quality assurance in the next few months. Energy Division will provide the utilities with the completed credit calculations for all facilities by September 1, 2016. The utilities will then distribute a credit for those facilities for which it has received data.

Energy Division is currently on track to calculate all the credits by September. However, in the event that any outstanding data or calculation issues prevent Energy Division from completing any calculations for individual facilities by September 1, Energy Division would contact those facilities and continue to resolve any data issues for those facilities. After distributing the first round of credits in October, the utilities would distribute any additional credits in a second phase once any remaining data issues were resolved. We believe this phased approach to distributing the 2013-2016 credits strikes the appropriate balance between distributing the credits in a timely manner and treating facilities fairly.

Beginning in 2017, all eligible facilities will receive an annual credit in April.

If you have any further questions, please visit <http://cpuc.ca.gov/industryassistance> or email industry.assistance@cpuc.ca.gov.

Sincerely,

/s/ Edward Randolph

Edward Randolph
Director, Energy Division
California Public Utilities Commission